Loans given to Builders by Vaish Co-Operative Adarsh Bank, Delhi

3283. SHRI O. P. KOHLI: Will the Minister of FINIANCE be pleased to state:

(a) what are the aims and objectives of the Cooperative Banks;

(b) whether giving loans to builders is one such objectives;

(c) if not, how many builders were given loans by the Vaish Cooperative Adarsh Bank, Delhi during the last three years;

(d) what action Government proposad to take in the matter; and

(e) what steps are envisaged to be taken to check the violations going on in the Banks?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M. V. CHANDRASHEKARA MURTHY): (a) to (e) Information is being collected and to the extent available will be laid on the Table of the House.

Dues of public Sector Banks from borrowers

3284. SHRI O. P. KOHLI: Will the Minister of FINANCE be pleased to state:

(a) the amount of overdues of public sector banks due from the borrowers, bank-wise; and

(b) the steps taken to realise the outstanding loans?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M. V. CHANDRASHEKARA MURTHY): (a) The amount of overdues of each public sector banks as on 31.3.1993 is indicated in the Statement. See below

(b) One of the obligations/commitments under the Memorandum of Understanding (MOU) executed between the banks and the Reserve Bank of India (RBI) was to set up a recovery cell at Head Office under the charge of a General Manager to monitor the recovery of non-performing assets by respective banks. Most of the banks have accordingly set up recovery cell at the Head Office. It has been agreed by the nationalised banks that branch-wise recovery targets would be fixed. The Chairmen & Managing Directors of nationalised banks would review the recovery performance on a monthly basis and the board of directors would review the same on a quarterly basis. The reduction of non-performing assets is also commented upon in the inspection reports of RBI and monitored. The need for better recovery performance is also emphasised at the time of discussions of the Chairmen of banks with the top management of RBI on inspection findings.

Normally, banks, after exhausting all avenues of recovery, file suits for recovery. The setting up of Debt Recovery Tribunals is expected to improv the recovery performance of banks.

Statement

Overdues—Public Sector Banks (as on 31st March 1993)

Name of the Bank	Amount of overdues (Rs. lakh)
1. State Bank of India	305798
2. State Bank of Bikaner & Jaipur . . .	23000
3. State Bank of Hyderabad	22660
4. State Bank of Patiala	8153
5. State Bank of Mysore	20350
6. State Bank of Saurashtra .	6891

1	2	3
7.	State Bank of Travancore	17218
8.	State Bank of Indore	9700
9.	Bank of Baroda	119367
10.	Allahabad Bank	55634
11.	Bank of India	112679
12.	Bank of Maharashtra	67703
13.	Canara Bank	213606
14.	Dena Bank	31538
15.	Indian Bank	72451
16.	Indian Overseas Bank	75170
17.	Central Bank of India	102963
18.	Union Bank of India	53231
19.	United Bank of India	61602
20.	UCO Bank	81635
21.	Syndicate Bank	86023
22.	Andhra Bank	39536
23.	Corporation Bank	27033
24.	Oriental Bank of Commerce	53
25.	Punjab & Sind Bank	27135
26.	New Bank of India	41103
27.	Vijaya Bank	50601
28.	Punjab National Bank	103322

Closure of Unviable branches of Nationalised Banks

3285. SHRI K. R. MALKANT: Will the Minister of FINANCE be pleased to state:

(a) whether it is a fact that the Reserve Bank of India has directed the nationalised Banks to close down unviable branches;

(b) whether Central Bank of India has decided to close down 300 of its branches out of a total of 6000 branches;

(c) whether the Central Bank is terminating the services of 9000 of its 30,000 employees;

(d) what are the figures of branches closed and staff retrenched for the different nationlised banks, and

(e) what will be the total cots of the golden handshake?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M. V. CHANDRASHEKARA MURTHY): (a) Reserve Bank of India (RBI) has reported that during the MOU discussion held with public sector banks, the banks had agreed to close down certain number of unviable and loss making branches.

(b) and (c) No, Sir.

(d) The number of branches closed/ merged and proposed to be closed/ merged by various nationalised banks and the number of employees working in these branches, as reported by RBI, are indicated below:

Name of the Bank	As per MoU commitments 1993-94	No. of Branches closed/merged& proposed to be closed/merged	Employees
1. Andhra Bank	8	8	49
2. Bank of India	10	9	432
3. Bank of Maharashtra	10	11	129
4. Central Bank of India	10	7	135
5. Indian Overseas Bank	10	8	81
6. Syndicate Bank	11	8	289
7. United Bank of India	25	9	82
8. UCO Bank	20	29	314
TOTAL :	104	89	1511